

FR-1000 2001 Arena Fee Return	<div style="text-align: center;"> Government of the District of Columbia Office of the Chief Financial Officer Office of Tax and Revenue </div>	FOR OFFICIAL USE										
READ INSTRUCTIONS CAREFULLY BEFORE COMPLETING THIS RETURN												
A. Tax Year From: _____ To: _____	Date Received: _____											
B. D.C. Business Tax Registration Number: _____	D. Amount enclosed \$ _____											
C. Federal Employer Identification Number/Social Security Number: _____	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1. D.C. Gross Receipts</td> <td style="width: 20%; text-align: right;">\$</td> </tr> <tr> <td>2. Arena Fee Due</td> <td style="text-align: right;">\$</td> </tr> <tr> <td>3. Penalty</td> <td style="text-align: right;">\$</td> </tr> <tr> <td>4. Interest</td> <td style="text-align: right;">\$</td> </tr> <tr> <td>5. TOTAL AMOUNT DUE (add Lines 2,3 and 4)</td> <td style="text-align: right;">\$</td> </tr> </table>		1. D.C. Gross Receipts	\$	2. Arena Fee Due	\$	3. Penalty	\$	4. Interest	\$	5. TOTAL AMOUNT DUE (add Lines 2,3 and 4)	\$
1. D.C. Gross Receipts	\$											
2. Arena Fee Due	\$											
3. Penalty	\$											
4. Interest	\$											
5. TOTAL AMOUNT DUE (add Lines 2,3 and 4)	\$											
NAME and ADDRESS <div style="border: 1px solid black; height: 100px; width: 100%;"></div>												
<i>I hereby certify under penalty of law, including criminal penalties for false statements under D.C. Code §22-2514, that the information on this return is true, accurate and complete to the best of my knowledge and belief.</i>												
Signature _____	Title _____	Date _____										

NOTE: This is the last year the Arena Fee will be assessed.

The Arena Fee has been eliminated for taxpayers with District of Columbia gross receipts of \$2,000,000 or less. These taxpayers are not liable for the Arena Fee payment that is due on or before June 15, 2001. Please see the Arena Fee Schedule below for the current rates. Please complete and file this return even if you are not liable for the Arena Fee. (See Who Must File? below.)

GENERAL INSTRUCTIONS

WHO MUST FILE?

A 2001 Arena Fee Return is required to be filed by any person or entity who at any given point during their calendar year 2000 or fiscal year ending on or before June 15, 2001, was subject to any of the following:

- D.C. Corporation Franchise Tax;
- D.C. Unincorporated Business Franchise Tax; or
- The D.C. Unemployment Compensation Act,

except for employers who employ persons to provide personal or domestic services in a private home unless the employment is related to the employer's trade, occupation, profession, enterprise or vocation.

TAX-EXEMPT ORGANIZATIONS

An entity granted exemption from the D.C. Corporation Franchise Tax or the D.C. Unincorporated Business Franchise Tax, pursuant to D.C. Code §47-1802.1, is not subject to the Arena Fee, unless it has unrelated business income. A tax-exempt entity with unrelated business income must pay an Arena Fee based upon its annual D.C. Gross Receipts in excess of \$2,000,000 attributable to any unrelated business income for the preceding tax year.

To compute D.C. Gross Receipts, use the appropriate worksheet on the next page or another method if it more accurately reflects your D.C. Gross Receipts.

DUE DATE

Each person or entity subject to the Arena Fee must file an Arena Fee Return and pay the Arena Fee on or before June 15, 2001.

ARENA FEE PAYMENTS

In order to process your Arena Fee Return, it must be mailed with your payment to the **Government of the District of Columbia, Office of tax and Revenue, P.O. Box 14360, Washington, D.C. 20044-4360**. Payment in person will not be accepted. You may pay the Arena Fee by a check or money order made payable to the D.C. Treasurer. Mail the payment with the completed Arena Fee Return in the envelope provided.

DISHONORED CHECK CHARGE

The charge for each dishonored check issued to the D.C. Treasurer is \$50.

PENALTIES AND INTEREST

A 5% per month penalty is imposed for a failure to file a return or pay a fee on time. The penalty is computed on the unpaid fee for each full or partial month, for the period during which the return is not filed or the fee is not paid. The maximum penalty cannot exceed 25% of the tax due.

A 20% penalty for underpayment of the Arena Fee liability will be imposed if the Office of Tax and Revenue determines that the amount of the Arena Fee that is due exceeds \$2000. This is in addition to the penalty for failure to file or pay on time that is referred to above.

Interest at the rate of 1.083% per full or partial month (13% annually) is charged on any fee not paid on time. Interest is computed from the due date of the return to the date when the fee is paid.

ARENA FEE SCHEDULE

<u>D.C. Gross Receipts</u>		<u>Arena Fee</u>
Over \$ 2,000,000	to \$ 3,000,000	\$ 1,300
Over \$ 3,000,000	to \$ 10,000,000	\$ 4,325
Over \$ 10,000,000	to \$ 15,000,000	\$ 8,500
Over \$ 15,000,000		\$ 14,250

ARENA FEE WORKSHEET

Any Partnership, Sole Proprietor, Trust or Estate subject to either the D.C. Corporation Franchise Tax or the D.C. Unincorporated Business Franchise Tax must use worksheet (C).

WORKSHEET (A) - SOLE PROPRIETOR

A sole proprietor subject to the D.C. Unemployment Compensation Act, but not subject to the D.C. Corporation Franchise Tax or the D.C. Unincorporated Business Franchise Tax, may determine the D.C. Gross Receipts amount by entering information from Schedule C (Profit or Loss from Business) of Federal Form 1040 as follows:

- a. Amount from Line 7 \$ _____
- b. Cost of goods sold, Line 4 \$ _____
- c. Total Gross Receipts subject to apportionment
(add lines a. and b.) \$ _____
- d. D.C. Apportionment Factor
(see specific instructions) _____
- e. D.C. Gross Receipts (multiply line c. by d.) \$ _____
- f. Gross receipts from sale of business property
located in D.C. for which a gain/(loss) was
reported on Federal Form 4797 \$ _____
- g. D.C. Gross Receipts (add lines e. and f.) \$ _____

WORKSHEET (B) - TRUST OR ESTATE

A trust or estate subject to the D.C. Unemployment Compensation Act but not subject to either the D.C. Corporation Franchise Tax or the D.C. Unincorporated Business Franchise Tax may determine the D.C. Gross Receipts amount by entering information from certain Federal Forms as follows:

- a. Amount from Line 9, Federal Form 1041
(U.S. Income Tax Return for Estates and Trusts) \$ _____
- b. Cost or other basis of property
sold for which gain/(loss) is reported on Lines
4 and 7, Federal Form 1041 \$ _____
- c. Cost of goods sold, Line 4 of Schedule C,
Federal Form 1040 \$ _____
- d. Cost or other basis of livestock and other
items, Line 2 of Schedule F (Profit or Loss
from Farming), Federal Form 1040 \$ _____
- e. Total Gross Receipts (add lines a. through d.) \$ _____
- f. Income from sources outside D.C. \$ _____
- g. D.C. Gross Receipts (subtract line f. from line e.) \$ _____

WORKSHEET (C) - CORPORATION OR UNINCORPORATED BUSINESS

A corporation or unincorporated business subject to the D.C. Corporation Franchise Tax, the D.C. Unincorporated Business Franchise Tax or the D.C. Unemployment Compensation Act, may determine the D.C. Gross Receipts amount by entering information from District of Columbia Forms D-20 or D-30 as follows:

- a. Amount from Line 10 \$ _____
- b. Cost of goods sold, Line 2 \$ _____
- c. Cost or other basis of property sold for which
gain/(loss) is reported on Lines 8(a) and 8(b) \$ _____
- d. Total Gross Receipts (add lines a., b., and c.) \$ _____
- e. D.C. Apportionment Factor
(see specific instructions) \$ _____
- f. D.C. Gross Receipts (multiply line d. by line e.) \$ _____

WORKSHEET (D) - PARTNERSHIP

A partnership subject to the D.C. Unemployment Compensation Act but not subject to either the D.C. Corporation Franchise Tax or the D.C. Unincorporated Business Franchise Tax may determine D.C. Gross Receipts by entering information from the following sources:

- a. Amount from Line 8, Federal Form 1065
(U.S. Partnership Return of Income) \$ _____
- b. Cost of goods sold, Line 2 Federal Form
1065 \$ _____
- c. Cost or other basis of property sold for
which a gain/(loss) is reported on Line 6,
D.C. Form D-65 \$ _____
- d. Cost or other basis of livestock and
other items, Line 2 of Schedule F, Federal
Form 1040 \$ _____
- e. Total Gross Receipts (add lines a. through d.) \$ _____
- f. D.C. Apportionment Factor
(see specific instructions) _____
- g. D.C. Gross Receipts (multiply line e by line f.) \$ _____

Note: If you cannot determine the D.C. Gross receipts amount by using the standard apportionment factor, you may use:

- 1) the ratio of gross receipts from D. C. sources as the numerator over gross receipts from everywhere as the denominator, or;
- 2) you may use interest, dividends, or other income originating from D.C. sources; income from services rendered in the District of Columbia based on performance cost; gross receipts from sales in the District of merchandise, food, or other items; and gross receipts from sales of assets located in the District of Columbia as the numerator over gross receipts from everywhere as the denominator.

SPECIFIC INSTRUCTIONS

LINE A - TAX YEAR -

If you report income on a calendar year basis, enter the year 2000. If you report income on a fiscal year basis, enter the beginning and ending dates of your last fiscal year that ended on or before June 15, 2001.

LINE B - D.C. BUSINESS TAX REGISTRATION NUMBER -

Enter your D.C. Business Tax Registration Number on Line B.

LINE C - FEDERAL EMPLOYER I.D. NUMBER / SOCIAL SECURITY NUMBER-

Enter your Federal Employer Identification Number or the Social Security Number (if self-employed) on line c.

LINE D - AMOUNT ENCLOSED -

Enter the amount of the Arena Fee payment which you have enclosed with the Arena Fee return.

LINE 1 - Enter the total amount of your D.C. Gross Receipts for the tax year shown on the return.

D.C. GROSS RECEIPTS include all income derived from sources in the District of Columbia, whether or not compensated in the District of Columbia, before the deduction of any expense connected with the production of such income, except merchandise returns and allowances.

DETERMINING YOUR D.C. GROSS RECEIPTS:

If you file either a D.C. Form D-20 or a D.C. Form D-30, you may calculate D.C. Gross Receipts either by completing worksheet (C) or by computing the following: Form D-20 filers use the amount shown in Schedule F, Line 3, Column 2; Form D-30 filers use the amount shown on Schedule F, Line 3, Column 2. To this amount add any income of a non-business nature that is allocable to or sourced within the District. Attach a copy of any D.C. apportionment factor worksheet and also any computation worksheet used in determining allocable income. For filers of Forms D-20 and D-30, the D.C. apportionment factor is the Sales Factor. See page 4 (Schedule F) of these forms for tax year 2000 if this factor accurately reflects the D.C. Gross Receipts of the business.

If you do not file either a D.C. Form D-20 or a D.C. Form D-30, use the appropriate Arena Fee worksheet on the back of the Arena Fee Return.

D.C. APPORTIONMENT FACTOR:

Persons or entities unable to determine their D.C. Gross Receipts because they are not required to file either a D.C. Corporation Franchise Tax Return (D-20) or a D.C. Unincorporated Business Franchise Tax Return (D-30), may apportion and allocate gross receipts to the District of Columbia by using the allocation and apportionment regulations under sections 122-129.16 of Volume 9 of the D.C. Code of Municipal Regulations. If this apportionment factor does not accurately reflect the D.C. Gross Receipts of your business, you may apply another apportionment factor that does clearly and accurately reflect your operation's D.C. Gross Receipts. For example, a partnership or sole proprietor may apply an apportionment factor against gross receipts of billable hours from within the District over billable hours from everywhere. A tax-exempt entity required to pay the Arena Fee based on unrelated business income, may apply an apportionment factor of unrelated business income from D.C. sources over unrelated business income from everywhere.

If you generate gross receipts exclusively within the District of Columbia, then, for the purpose of determining D.C. Gross Receipts subject to the Arena Fee, enter "1" on the line for the D.C. Apportionment Factor in the worksheets.

You must submit along with this return, the worksheets and computations used to determine your D.C. Gross Receipts and the D.C. Apportionment Factor.

LINE 2 - Use the ARENA FEE SCHEDULE in the General Instructions to determine the amount to enter on Line 2.

LINE 3 - Compute the penalty at 5% of the Arena Fee due for each full or partial month that the return or payment is late. If the amount exceeds 25% of the Arena Fee, enter as the penalty 25% of the Arena Fee due.

LINE 4 - Compute the interest at 1.083% of the Arena Fee due for each full or partial month that the payment is late.

LINE 5 - Enter the sum of Lines 2, 3, and 4.

For information call (202) 727-4TAX (4829)